SUSSEX COUNTY, DELAWARE















Comprehensive Annual Financial Report

For Fiscal Year Ended June 30, 2009

Independent Auditor's Report



"The financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Sussex County, Delaware as of June 30, 2009,..."



Statement of Net Assets

Increased by \$19 million over fiscal year 2008 SESSEX COUNTY, DICLAYMARIC STATEMENT OF NET ASSETS 110KB 30, 2009

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		Primary Covernment			
	Covernmental	Business-type			
	Activities	Activities	l neni		
NET ASSETS					
Invested in capital assets, net of related debt	63,679,024	172,029,870	235,708,894		
Restricted for:					
Realty transfer tax	54,874,036	-	54,874,036		
911 Reporting	1,871,459	-	1,871,459		
Grant funds	504,550	-	504,550		
Construction and debt service	-	42,594,693	42,594,693		
Revenue bond debt service	-	31,289,721	31,289,721		
Unrestricted	44,548,346	14,944,704	59,493,050		
TOTAL NEI ASSETS	5 165,477,415	\$ 260,858,988	5 426,336,403		

	Coueral	Cypfiel Projects	Lutat Covernmental Funds
REA CUC ER			
Peca	5 27,091,166 7,048,498	128 818	3 07.201.164; 11.137.316;
filterween und filter	10,325, 17	28 5 8	02051.7
Ans ad ferfais	23.871	-	23,601
Amelarous	233 °1 22°2.00	1,766,481	0,008,5%
Leamnos		1,700,461	3,376,576
TOTAL MEVENLES	16/00/Se1	5 105 209	52,456,160
EXPENSITORES			
Current:			
Ceseta, Government:			
Concorado do otraden	1,007,010		1.007.110
ri ni pe	5,847,483	-	5.747.488
To some	2,075,803	-	2,275,708
Puddaga and grainik	1/42/89		1.572.089
Tab (maken)	1,343/38	-	1,233,366
Com y constitue	^71/63	-	294,589
Ceant Lu aid programs	3.2847.000		8,381,990
Placeting and exiting	175,4565		1,209,284
Praturedie program	12520385		12,530,765
Killing garrey programmas	2,805,065	-	2,705,7465
Kao ini ne davelojn raman dipud la avolka	479,009	-	×79.00c
County angles at	2,891,909	-	2,701,505
Δi-p(×)	431,433	-	-51-55
7/4.02	5,509,309	-	\$ 20,000,000
Community desertions and founding programs	1,700,447	-	1.974.47
u azetutonal offices	24 (2.063)		2,442,966
Copital projects		12,107,728	12,7,7,328
TOTAL EXPRISITIRES	47,469,519	12,427,328	59,744,144
EXCESS OF REVENUES OVER (CHIER) EXPENDITURES	:509.859:	(0,882,229)	(7, (67,(64))
OTHER PINANCING SOURCES (LSFS)			
Capital Jacobs	5,442		5.42
Trans Residu	F2,563	3,550	186,083
Frank kin an	(1,358,381)		(1.556,781)
TOTAL OTTER/INANCING SOURCES (USES)	(12985:19)	5,389	(1,385,360)
NET CHANGE IN FUND BALLANCES	(128°,50°)	(6,410,.10)	$\lambda(S,S,J,z,1))$
JONE BALASCICS - IECGINALISC	75,098,049	26,350,009	101.948.985
PUND BALANCES - ENDING	8,73700,413	5 10 701 750	8 (0.054.24)

Balance Sheet – Governmental Funds

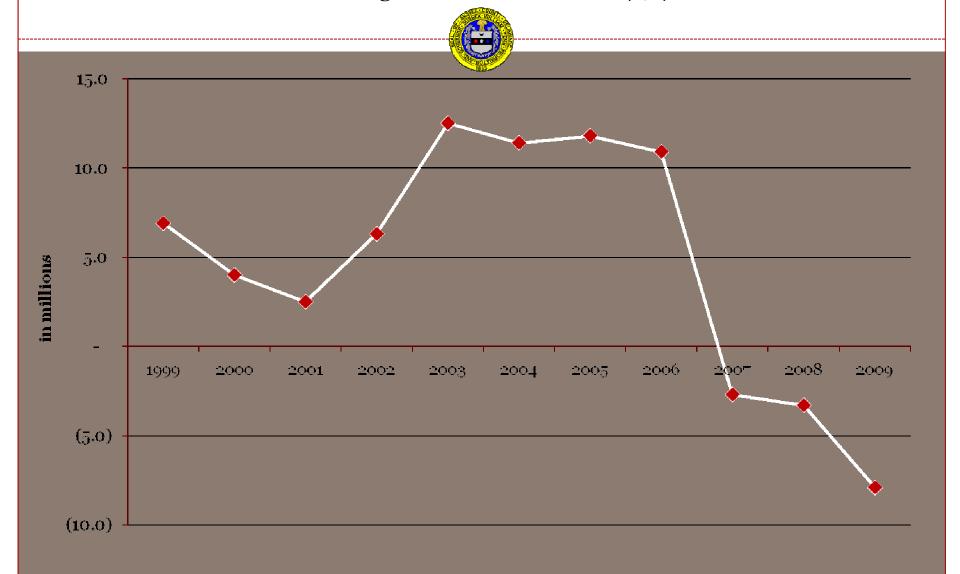


SUSSEX COUNTY, DELAWARE BALANCE SHEET - GOVERNMENTAL FUNDS JUNE 30, 2009

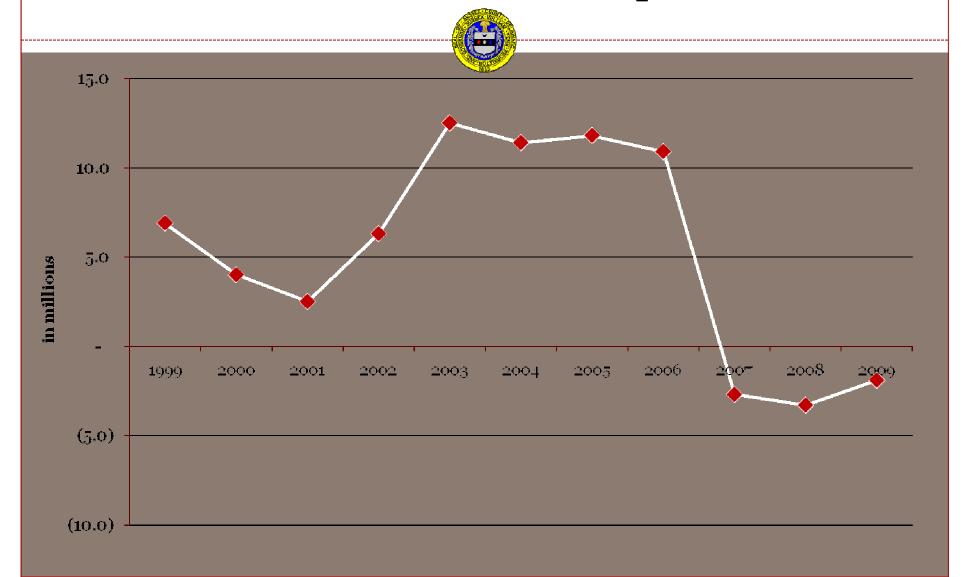
- 20 -

		Capital	Total Governmental
	General	Projects	Funds
FUND BALANCES			
Reserved for:			
Encumbrances	175,283	-	175,283
Inventories and prepaid items	24,678	-	24,678
Non-current assets	24,922,511	-	24,922,511
911 funds	1,871,460	-	1,871,460
Realty transfer tax	34,686,014	20,188,022	54,874,036
Unreserved:			
Designated for subsequent years' expenditures	2,078,768	-	2,078,768
Undesignated	9,445,728	(416,723)	9,039,005
TOTAL FUND BALANCES	73,204,442	19,771,299	92,975,741
TOTAL LIABILITIES AND FUND BALANCES	5 96,442,317	\$ 20,712,865	

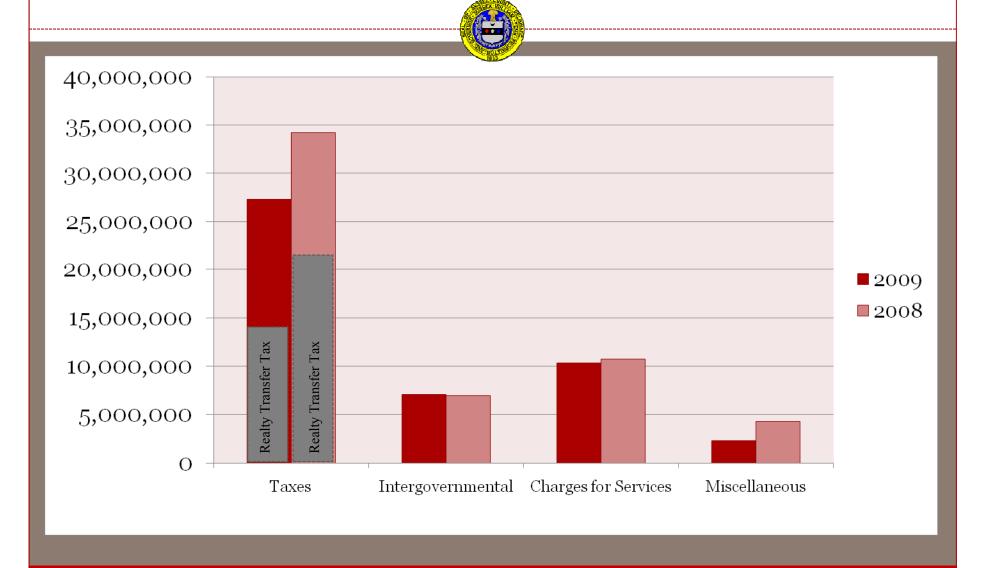
Revenues Over (Under) Expenditures Before Budget Reductions, as of 12/31/08



Revenues Over (Under) Expenditures



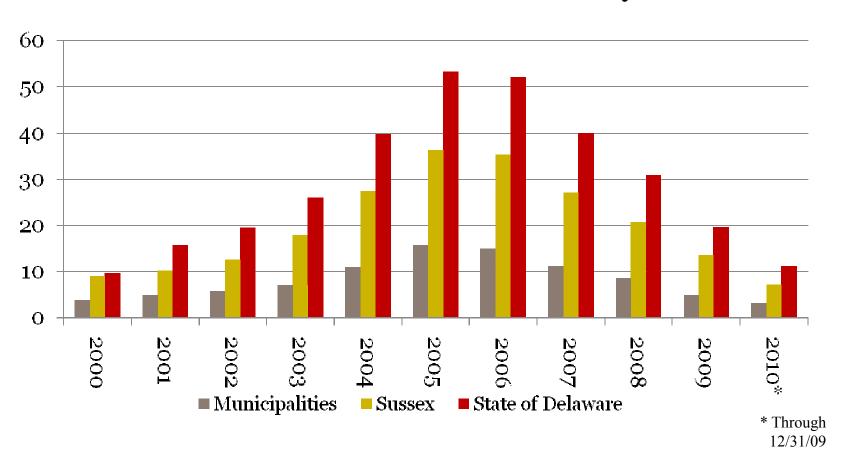
Major General Fund Revenues



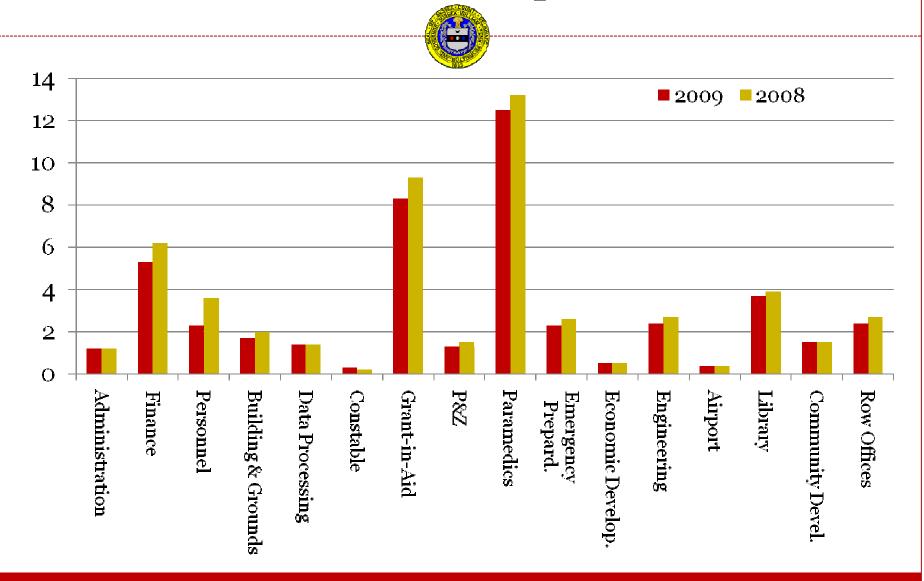
Realty Transfer Tax Revenue



(collected within Sussex County)







		Vin sums	Actual	Aminace with Pour budget Profile (Newtise)
1175 01 1 02	Griginal	FIIBII	- Action	(se any)
RAVEST ES				
. 2504	V30.872.441	< 11,570,440	\$ 27200,136	8 (4,5%),075;
precipe ventroe and	*vu/mi3	1,300,000	7,027,937,944	.25
Charges for services	10,115,004	20,215,204	100025,115	288,815
giner and forders	31.50	31,500	22,9	C.,529.
Viscolinicae	2.331,305	3,531,300	2,977,176	(36.161)
TOTAL REVENUES	10.050,943	51,350,341	46,960,831	$(\omega_0 v(\theta), \omega(\theta))$
RNPENDITIMES				
Current:				
Central City on ments				
Leave at other station	200,000	1.339,008	1,405.1.10	1-1-2.9
Finance	6.000,313	7.749,764	5,417.193	100,101
?ден.и.	2,405,000	2,351,449	2,277,300	(19.85-)
The dates and kindness	1,768,955	1,740,590	1,652,096	90.701
Data fire degring	1,526,561	1,440,2240	1057,040	v6.127
County controlle	329.297	725666	271,058	52,90
Common out 2010	8.919.0°D	9.718.008	0201,630	79,706
Manuface designation	491.77	1.4 (1.5 (5	1,277,371	187.171
A mentional and	18.611678	19.0610.01		744.086
			12,523,485	205.721
Krie gerej projektowe	2.015,814	2,531,656	2,805,935	
Descriptive development and habite words	573,154	787.604	179,096	100.508
that migrature the	2.8 (81)	10000	4,39,16.6	156.045
Acquir	9,37,93	435,55	454,733	(198)
"a' rany	4.349/6	1,003,739	3,703,336	249.27
Сольтыту сеусторыный алдыятына разрыных	1,528,223	1,024,207	1204-47	114,780
Constitutional offices	2,759/261	2,261,506	2,4-3,600	248,543
TOTAL EXPENDITURES	99,000,567	30,300,538	47,688.6	2,656 (50
EXCUSS OF REPENDES OVER EXPENDIT, RES	10.450.5150	1.340,341	1505,055)	(1.810.306)
OTHER PENANCING SOURCES (IBES)				
0.77772137568			5,142	5.342
Turkhan			0.15	182.333
Tushkou	-	(1.95)000	1,155,5811	0 - 82
Rise coldings a species	01.000,000	(2.510.899)	1,155,501	2,512,966
tise for the six factors	1		<u>-</u>	21244
TOTAL OTHER FINANCING SOURCES (1929)	(1.000.000)	(9,87,8%)	(1,588,549)	3,518,317
METICHANGRIP FUND BALANCE	W 430,315)	0.500,000	(1591551)	686.001
PUND BALANCK - BESSINNENC	15,068,640	15,005,046	25,008,046	
POST UMLANCE ENDING	5 2.548.400	30,2,508,001	\$10204,142	8 - 650,001

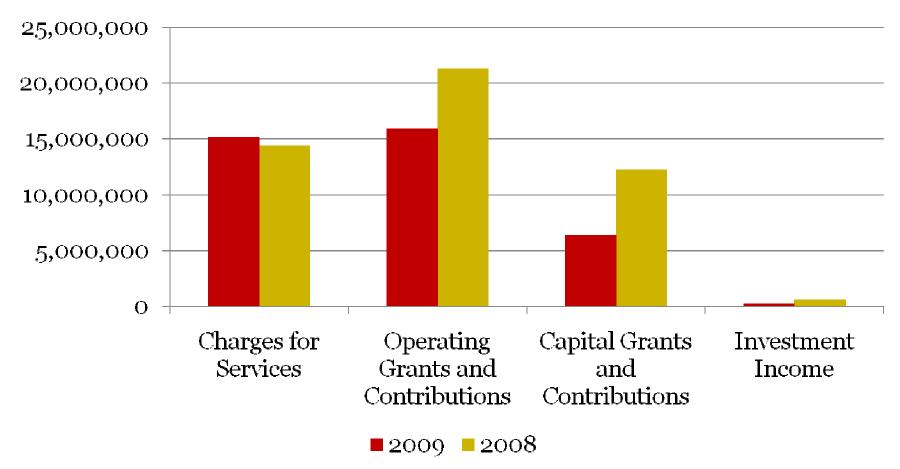
Capital Projects



- \$6 million Airport and Industrial Park Improvements
 - Fire Protection
 - Runway Expansion Projects
 - Water Improvements
- \$4 million Library Expansion Projects
- \$3 million Land Acquisition







Major Sewer Activities



- Increase in Net Assets of \$11 million
- Six major projects in progress \$6 million
- \$2 million sewer infrastructure paid by developers
- Connection fees decreased by 54% in fiscal year 2009

Pension



COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS FOR THE YEAR ENDED JUNE 30, 2009

	_P	ension Trust		est-retirement Employee Benefit Trust	_	Total
ADDITIONS						
Employer contributions	S	2,332,889	S	4,674,927	S	7,007,816
Investment: Net appreciation (depreciation) of investments Interest and dividends		(7,117,411) 212,373		(943,849) 493,573		(8,061,260) 705,946
TOTAL ADDITIONS		(4,572,149)		4,224,651		(347,498)
DEDUCTIONS						
Beneficiary payments		1,822,529		1,491,993	_	3,314,522
NET INCREASE IN PLAN NET ASSETS		(6,394,678)		2,732,658		(3,662,020)
NET ASSETS HELD IN TRUST FOR PENSION AND OTHER EMPLOYEE BENEFITS - BEGINNING		44,479,508		15,274,316	_	59,753,824
NET ASSETS HELD IN TRUST FOR PENSION AND OTHER EMPLOYEE BENEFITS - ENDING	<u>\$</u>	38,084,830	<u>\$</u>	18,006,974	\$	56,091,804



Long-term Debt

\$162 million in outstanding bonds payable

\$22 million – sewer revenue bonds

\$140 million – general obligation bonds

This debt is only for sewer districts

No general fund bonded debt

SUSSEX COUNTY'S OUTSTANDING DEBT

As of June 30, 2009 and 2008

General Obligation and Revenue Bonds

		Governm	ental /	Activities		Business-ty	pe Activities	Total Go	vernment
		2009		2008		2009	2008	2009	2008
General Obligation Bonds	S		. 5		-	5 139,857,414	5 137,819,192	5 139,857,414	5 137,819,192
Revenue Bonds					-	22,475,982	24,005,471	22,475,982	24,005,471
Total	5		. 5		-	5 162,333,396	5 161,824,663	5 162,333,396	5 161,824,663

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Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE Direct Programs:			
Rural Housing Preservation Grants	10.433	HPG 07-08 HPG 08-09	\$ 19,355
Water and Waste Disposal Systems for Rural Communities*	10.760		4,456,879
ARRA - Water and Waste Disposal Systems for Rural Communities*	10.781		119,891
TOTAL U.S. DEPARTMENT OF AGRICULTURE			4,596,125
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT Passed through State - Delaware State Housing Authority: Community Development Block Grants/ State's Program	14.228	CDBG 03-06 CDBG 03-07 CDBG 03-08	1,097,499
Home Investment Partnerships Program	14.239	HM 03-07 HM 03-08	101.614
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			1,199,113
U.S. DEPARTMENT OF TRANSPORTATION			
Direct Program: Airport Improvement Program	20.106	3-10-0007-020-2006 3-10-0007-021-2007 3-10-0007-019-2008 3-10-0007-022-2008	2,097,011
Passed through State - Delaware Emergency Management Agency: Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	2008 HMEDE8030160	2,329
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			2,099,340
			(continued)

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. ENVIRONMENTAL PROTECTION AGENCY Passed through State - Department of Natural Resources and Environmental Control:			
Capitalization Crants for Clean Water State Revolving Funds	66.45 8	\$-2003 \$-2006 \$-2012 \$-2015 \$-2016 \$-2022 \$-2023 \$-2028 \$-2030 \$12100001 \$13100002 \$90000021 \$90000023	\$ 3,401,206
ARRA - Capitalization Grants for Clean Water State Revolving Funds			88,034
TOTAL U.S. ENVIRONMENTAL PROTECTION AGENCY			3,489,240
U.S. DEPARTMENT OF HOMELAND SECURITY Passed through State - Delaware Emergency Management Agency:			
Emergency Management Performance Grants	97,042	2007-EM-E7-0029 2008 EM E8 0001	90,937
Citizen Corps	97.053	2007-GE-T7-0020	4,298
Homeland Security Grant Program	97,067	2005-GE-IT5-0011 2006-GE-IT5-0060 2007-GE-IT7-0020	231,314
TOTAL U.S. DEPARTMENT OF HOWELAND SECURITY			326,549
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 11,710,367
with the state of			

^{*}Denotes major program.